

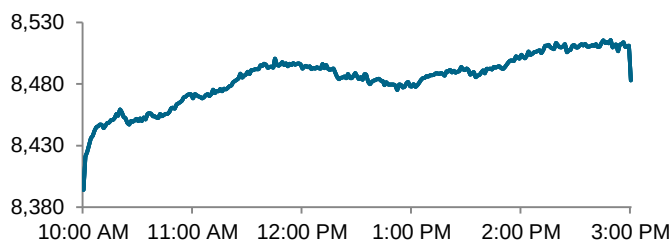
DAILY MARKETS OVERVIEW

8 AUGUST 2019

السوق السعودي
Saudi Fransi Capital
Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,483	1.1	-2.1	8.4	20.6
Saudi (NOMU)	3,872	1.7	1.4	53.6	20.2
Energy	4,587	1.8	2.4	-5.4	37.8
Materials	5,238	0.7	-2.6	-0.3	26.1
Capital Goods	3,890	1.6	0.4	-0.3	32.4
Com. & Prof. Svc	4,499	1.7	0.4	8.7	20.6
Transportation	3,852	0.3	-0.2	10.8	18.8
Cons. Durables & Apparel	3,548	1.3	1.6	-3.2	NA
Consumer Services	3,502	0.3	-0.8	18.8	NA
Media	10,752	0.1	1.3	5.6	49.4
Retailing	7,464	1.1	0.3	8.7	32.4
Food & Staples Retailing	6,438	0.6	-5.0	8.3	33.2
Food & Beverages	4,154	1.5	-0.6	6.8	NA
Health Care Equipment	3,864	1.4	1.5	2.8	27.8
Pharma, Biotech & Life Science	3,417	-1.0	0.0	-11.9	NA
Banks	8,179	1.1	-3.3	13.4	14.2
Diversified Financials	3,360	0.0	0.4	-3.4	NA
Insurance	4,317	1.2	-1.7	3.4	NA
Telecommunication	6,932	1.2	1.3	28.2	21.3
Utilities	4,287	1.6	0.6	27.2	NA
REITs	3,846	0.5	-0.3	6.2	15.7
Real Estate	3,161	1.5	-0.8	-2.0	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Cable Co.	36.10	8.7%	55
Gulf General Cooperative Insurance Co.	12.50	7.9%	12
United Cooperative Assurance Co.	9.57	6.0%	8
Riyadh Bank	26.00	4.4%	74
Arabian Shield Cooperative Insurance Co.	16.20	4.1%	1

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Saudi Chemical	7-Aug	2Q19	30.9	11%	0.49	NA
Alandalus Property	7-Aug	2Q19	15.1	24%	0.22	NA
Saudi German Hospital	7-Aug	2Q19	12.3	-64%	0.13	NA
UCA	7-Aug	2Q19	7.3	136%	0.18	NA
Gulf General	7-Aug	2Q19	4.6	668%	0.23	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of August 8, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 1.1% higher at 8,483 while NOMU ended up 1.7% at 3,872 on Wednesday. TASI traded value totaled SAR 3.0bn and averaged SAR 3.0bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 38.1% of the daily traded value.
- MSCI Emerging Markets ended flat on Wednesday, trading at PE (TTM) of 13.1x vs. 20.6x for TASI.
- Banks and Materials gained 1.1% and 0.7%, respectively. Telecom closed 1.2% higher. Energy (up 1.8%) was the best performing sector. Among stocks, Saudi Cable Co. (2110/SCACO AB), Gulf General Cooperative Insurance Co. (8260/GGCI AB), and United Cooperative Assurance Co. (8190/UCA AB) led the gainers.
- The Red Sea Development Company (TRSDC) has commenced development of the Coastal Village, a residential and commercial area that will house the workers, staff and management of The Red Sea Project. Construction of corporate offices is already underway and is scheduled for completion by 2Q20. (Source: Argaam)
- Saudi Cable Co. (2110/SCACO AB) has submitted request to the Capital Market Authority (CMA) to approve a capital increase to SAR 250mn (USD 66.7mn) through rights issue. (Source: Argaam)
- National Company for Learning and Education (4291/NCLE AB) has pushed back the date expected for launching Al Qairawan Educational Campus Facilities to the academic year 2020-2021. The original date was set for early 2019-2020. (Source: Argaam)
- Saudi Water Partnership Company (SWPC) has issued a request for proposals (RFPs) for the development of a reverse osmosis desalination plant in the Eastern Province to qualified bidders. (Source: Argaam)
- Riyadh Airports Co. has finalized the first phase of a number of development projects in King Khalid International Airport (KKIA) terminals I & II. The company also increased Terminal II capacity to accommodate 486 seats and boosted the terminals' baggage handling by 300%. (Source: Argaam)
- Saudi Airlines Catering Co. (6004/CATERING AB) recommended a cash dividend of SAR 1.35 per share for 2Q19, implying a full-year yield of 6.0%. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Cement Co.	62.00	-7.2%	33
Saudi Ground Services Co.	30.35	-2.3%	20
Alahli Takaful Co.	24.98	-1.7%	3
CHUBB Arabia Cooperative Insurance Co.	22.40	-1.4%	6
Eastern Province Cement Co.	31.10	-1.3%	20

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	104.40	2.2%	370
Al Rajhi Bank	67.00	1.1%	337
Alinma Bank	24.46	0.5%	180
National Commercial Bank	51.20	-0.6%	159
Saudi Telecom Co.	110.00	1.5%	114

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,831	1.2	-2.4	11.9	11.7
Abu Dhabi (ADX)	5,119	0.7	-2.1	4.1	15.0
Kuwait (KSE)	5,544	0.2	-0.3	6.9	16.4
Qatar (QE)	9,898	1.2	-4.8	-3.9	14.7
Oman (MSM)	3,839	0.9	1.6	-11.2	7.6
Bahrain (BSE)	1,544	-0.1	-0.3	15.5	11.7
DJMENA Index	599	0.8	-2.0	7.6	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,884	0.1	-1.6	15.0	18.8
US (NASDAQ 100)	7,863	0.4	-1.8	18.5	23.8
UK (FTSE 100)	7,199	0.4	-2.8	7.0	17.5
Germany (DAX)	11,650	0.7	-1.9	10.3	19.6
France (CAC 40)	5,267	0.6	-1.7	11.3	18.3
Russia (MICEX)	2,675	-0.3	0.0	12.9	5.3
Japan (Nikkei)	20,517	-0.3	-2.7	2.5	14.5
Hong Kong (HSI)	25,997	0.1	-3.4	0.6	10.3
South Korea (KOSPI)	1,910	-0.4	-4.4	-6.4	11.9
China (SHCOMP)	2,769	-0.3	-3.5	11.0	13.4
India (NIFTY)	10,856	-0.8	-1.3	-0.1	23.0
Brazil (IBOV)	1,02,782	0.6	0.1	16.9	17.4
Turkey (BIST 100)	98,056	-1.5	-1.6	7.4	7.4
Egypt (EGX30)	13,881	1.6	2.6	6.5	11.2
MSCI Emerging Markets	973	0.0	-3.1	0.7	13.1
MSCI World	2,114	0.2	-1.7	12.2	17.9

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	56.2	-4.6	-9.1	4.5	-24.7
Natural Gas (\$/mmbtu)	2.1	-1.3	-1.8	-29.1	-21.9
Gold (\$/oz)	1,501	1.8	4.2	17.1	24.0
Silver (\$/oz)	17.1	4.0	5.6	10.4	11.3
Platinum (\$/oz)	865	1.4	2.3	8.7	4.2
Copper (\$/t)	5,680	0.4	-0.4	-4.5	-7.5
Zinc (\$/t)	2,251	-2.2	-3.8	-10.6	-14.8
Lead (\$/mt)	2,005	-0.1	2.8	-0.2	-5.6
Wheat (\$/bu)	488	0.9	-0.5	-3.0	-20.1
Corn (\$/bu)	414	0.4	1.1	10.4	0.7
Sugar (\$/lb)	11.3	-3.3	-5.7	-5.7	-9.6

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.19	0.00	-0.62	0.00
Saudi Arabia	2.51	-0.02	-0.47	0.32
UAE	2.42	-0.01	-0.42	0.23
Kuwait	2.81	0.00	0.50	0.63
Qatar	2.77	0.00	-0.14	0.58
Bahrain	3.07	0.00	-0.88	0.88

Source: Reuters

NOTES: (1) Prices updated as of August 8, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended mixed on Wednesday. S&P 500 and NASDAQ gained 0.1% and 0.4%, respectively. Dow Jones Industrial closed 0.1% lower. In Europe, UK gained 0.4% while Germany and France ended 0.7% and 0.6% higher, respectively.
- Asian markets are trading in the green on Thursday. China is up 0.9%. Japan and South Korea are trading 0.5% and 1.0% higher, respectively. Hong Kong and India are up 0.7% and 0.4%, respectively.
- GCC markets were mostly higher on Wednesday except Bahrain. Dubai and Abu Dhabi gained 1.2% and 0.7%, respectively. Kuwait and Qatar ended 0.2% and 1.2% higher, respectively. Oman gained 0.9% while Bahrain closed 0.1% lower.
- According to US EIA Petroleum status report, crude oil inventories were up 2.4mn barrels (prior: -8.5mn barrels) for the week ended August 2. (Source: Econoday)
- Fitch Ratings stated that Islamic bank mergers and acquisitions in the GCC region are likely to increase as many banks still lack the market position needed to compete with large established peers, particularly in overbanked markets such as the UAE. (Source: Arabian Business)
- According to UAE's National Economic Register, the number of licenses issued for the top 10 economic activities in the UAE totaled 3,976 from the start of the year to the end of July. (Source: Trade Arabia)
- Abu Dhabi will release the second instalment of housing loans valued at AED 1.6bn (USD 435mn) for 2019. The scheme is part of the Abu Dhabi Government Accelerators Programme 'Ghadan 21' to double the number of housing loans available to its citizens. (Source: Trade Arabia)
- Abu Dhabi National Oil Company (Adnoc) announced a strategic investment in Netherland-based Vitol Tank Terminals International B.V. (VTTI). As part of the agreement, Adnoc will acquire 10% equity stake in VTTI, with 45% held by IFM Global Infrastructure Fund and 45% by Vitol. (Source: Reuters)
- Oman's Duqm Hongtong Pipes Company commenced work on Oman's first factory for manufacturing reinforced thermopolyethylene (RTP) pipes at the Special Economic Zone of Duqm (SEZD). (Source: Trade Arabia)
- UAE based Azizi Developments announced the launch of a new retail division to add shops to its growing portfolio of properties across Dubai. Azizi Retail has launched the sale of a total of 329 retail units which are embedded into its master-planned communities and residential towers in Dubai. (Source: Arabian Business)
- US jobless claims for the week ended August 3 (prior: 215K, consensus: 215K) will be announced today. (Source: Econoday)
- Change in China's CPI for July 2019 (prior: -0.1% M/M, 2.7% Y/Y; consensus: 2.7% Y/Y) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended August 9 (prior: 2.4mn barrels) will be announced on August 14. (Source: Econoday)



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